

DEPARTMENTAL BUDGET INFORMATION PUBLIC LIGHTING (38)

STATEMENT OF PURPOSE

The Public Lighting Department will help support the Mayor's vision to transform the government of the City of Detroit to the Next Detroit by applying the guiding principles of the Next Detroit, which means structural balancing by bringing costs in line with revenue, while improving services.

The mission of the Public Lighting Department is to serve the citizens of Detroit with a professional level of customer service. Public Lighting will provide reliable, economical, and efficient street lighting, traffic signal and energy services for residents, businesses, and tourists. By doing so we will improve the quality of life for those who live, work and visit the City of Detroit. If Detroit is to realize its full potential, it requires our entire community's commitment to excellence.

DESCRIPTION

The Public Lighting Department (PLD) is a general fund agency that operates from three main locations: the Grinnell construction and maintenance yard, the Mistersky Power Plant, and the Witkowski Operations Center. In addition to these three sites, the department owns and operates thirty-one (31) substations throughout the City and a steam plant. Power is furnished to over 1,800 public and private customers.

In addition to producing power, the department also has other functions. PLD staff maintains and operates almost 88,000 street and alley lights and 1,000 traffic signal installations. PLD also assists with providing support staff for maintenance of the Police & Fire communications network.

MAJOR INITIATIVES FOR FY 2006-07

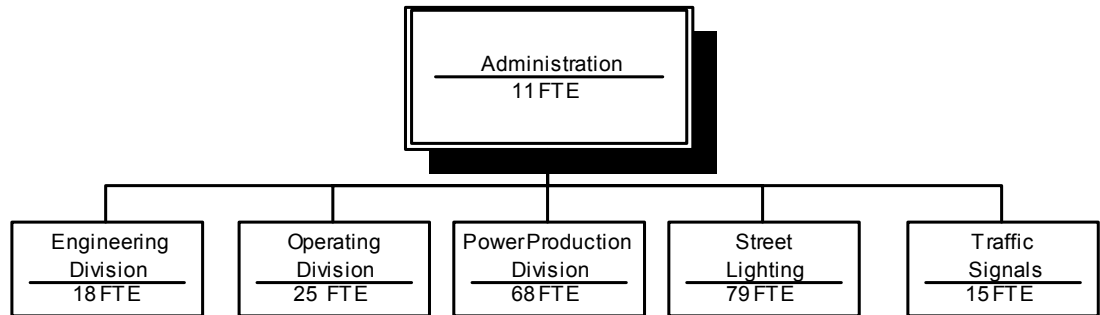
Re-instate the Group Re-Lamping Program to address multiple light outages. Replace the departments Public Lighting Accounting System (PLAS) to meet electric utility accounting and reporting requirements, and conduct a PLD rate analysis to update the "1994 Rate Book". Initiate formal discussion with International Transmission Company (ITC) for strategic proposal and actual implementation of a 120KV inter-connect line between ITC and PLD. Complete the Dynamic Voltage Amphere Reactor (DVAR) project.

PLANNING FOR THE FUTURE FOR FY 2007-08, FY 2008-09 and BEYOND

The Next Detroit Neighborhood Initiative (NDNI) is a 5-year strategy focusing on the rejuvenation of Detroit neighborhoods into vibrant areas for the citizens. The approach will concentrate on improving basic quality of life issues such as cleanliness, safety and beautification through growth and development strategies. The Public Lighting Department will play an integral role in this strategy through the working plan developed by the NDNI Committee.

Consider options to restructure PLD operations at Mistersky Power Plant, and a distributed generation program using existing generation on PLD system grid. Negotiate and execute a formal agreement with the Michigan Municipal Electric Association (MMEA) and 21 other Michigan municipal utilities to develop optimal power supply plans to meet future electric power needs beyond 2010. Update the flat rate pole relocation fee to reflect current costs. Design a plan to replace aged PLD infrastructure.

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PERFORMANCE GOALS, MEASURES AND TARGETS

Type of Performance Measure: List of Measures	2005-06 Actual	2006-07 Projection	2007-08 Target
Inputs: Resources Allocated or Service Demands Made Budgeted Inspection & Control workers	3	3	3
Outputs: Units of Activity Directed Toward Goals Percentage of street lighting modernized Response time after traffic signal service calls	57% 45 min	57% 45 min	57% 45 min
Efficiency: Program Costs related to Units of Activity Percentage of total system load purchased	47%	47%	47%

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EXPENDITURES

	2005-06		2007-08		
	Actual	2006-07	Mayor's	Variance	Variance
	Expense	Redbook	Budget Rec		Percent
Salary & Wages	\$ 13,799,377	\$ 12,386,975	\$ 12,455,785	68,810	1%
Employee Benefits	7,857,424	9,070,297	8,221,176	(849,121)	-9%
Prof/Contractual	142,729	496,611	252,330	(244,281)	-49%
Operating Supplies	47,958,008	32,213,317	33,420,000	1,206,683	4%
Operating Services	7,682,193	9,638,261	8,409,659	(1,228,602)	-13%
Capital Equipment	4,895,022	12,926,074	7,182,170	(5,743,904)	-44%
Capital Outlays	1,045,481	-	-	-	0%
Fixed Charges	433	-	-	-	0%
Other Expenses	1,203,873	(362,716)	(301,288)	61,428	-17%
TOTAL	\$ 84,584,540	\$ 76,368,819	\$ 69,639,832	(6,728,987)	-9%
POSITIONS	219	227	216	(11)	-5%

REVENUES

	2005-06		2007-08		
	Actual	2006-07	Mayor's	Variance	Variance
	Expense	Redbook	Budget Rec		Percent
Taxes/Assessment	\$ (17,048)	\$ -	\$ -	-	0%
Rev from Use of Assets	-	50,000	50,000	-	0%
Sales and Charges	54,666,817	51,281,116	54,237,004	2,955,888	6%
Miscellaneous	3,096,089	13,500,000	11,356,734	(2,143,266)	-16%
TOTAL	\$ 57,745,858	\$ 64,831,116	\$ 65,643,738	812,622	1%

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